



Final Minutes
Endowment Fund Investment Board
Special Meeting
August 2, 2017

A special meeting of the Endowment Fund Investment Board (Board) was held in the Board Conference Room at 816 W. Bannock Street, Ste. 301, Boise, Idaho on August 2, 2017. Chairman M. Dean Buffington called the meeting to order at 9:04 a.m. and recognized that a quorum was present.

Members Present:

Dean Buffington
Jerry Aldape (departed at 1:15pm)
Representative Neil Anderson*
Warren Bakes
Gary Mahn
Mary Hughes
Richelle Sugiyama
Irv Littman
Senator Chuck Winder

Staff Present:

Larry Johnson
Chris Halvorson
Michelle Watts
Liz Wieneke

Legal Counsel:

None

Guests:

Janet Becker-Wold (Callan)
Rob Sepich (Legislative Budget Analyst)*
Paul Spannkebel (DHR)
Joe Webber (DHR)
Michelle Morphew (Arrowstreet)
Peter May (Arrowstreet)
Michael O'Brien (Schroders)
Derek Power (Schroders)
Allan Duckett (Schroders)

Via Teleconference:*

The Chairman introduced Rob Sepich as the new Legislative Budget Analyst for the EFIB.

Electronic copies of board materials were delivered five days prior to the scheduled board meeting and a meeting notice and agenda were posted on the door of the EFIB office beginning July 25, 2017.

Review of Open Records and Open Meeting Guidelines:

Mr. Johnson provided an update on Open Meetings and Records as related to investment manager searches. Mr. Johnson stated that the EIFB Staff will work closely with the Attorney General's Office to review Open Meeting and Open Record Laws, and the related EFIB procedures.

It was the recommendation of EFIB staff that no Executive Session was needed for conducting the interviews.

Investment Manager Interviews:

Mrs. Becker-Wold provided an overview of the two investment managers.

Arrowstreet Capital made their presentation followed by questions from the EFIB

Break from 10:50 a.m. to 11:50 a.m.

Schroders made their presentation followed by questions from the EFIB.

The board discussed the merits of the two managers.

Mr. Aldape made a motion to terminate NFJ's International Equity mandate. The motion was seconded by Mr. Littman and approved unanimously. A roll call vote was held: Mahn, aye; Hughes, aye; Winder, aye; Sugiyama, aye; Aldape, aye; Bakes, aye; Anderson, aye; Littman, aye. The motion passed 8-0.

Mr. Aldape made a motion to hire Schroders. The motion was seconded by Ms. Sugiyama and approved 7-1. A roll call vote was held: Mahn, aye; Hughes, aye; Winder, aye; Sugiyama, aye; Aldape, aye; Bakes, aye; Littman, aye; Anderson, no. The motion passed 7-1.

Hiring Process Update - Manager of Investments:

The Chairman welcomed Mr. Spannknebel and Mr. Webber from the DHR. Mr. Spannknebel updated the EFIB on the recruitment progress and summarized the process. Mr. Spannknebel will prepare the interview questions and provide these to the EFIB.

Mr. Johnson asked Ms. Watts to update the EFIB on the year-end audit progress.

Adjournment

There being no further business to come before the Board, Mr. Mahn made a motion to adjourn, which was seconded by Ms. Sugiyama. The vote was unanimous.

The meeting adjourned at 12:30 p.m.